AMENDED IN ASSEMBLY JANUARY 4, 2006 AMENDED IN ASSEMBLY SEPTEMBER 8, 2005

CALIFORNIA LEGISLATURE—2005-06 REGULAR SESSION

ASSEMBLY BILL

No. 714

Introduced by Assembly Member Ridley-Thomas

February 17, 2005

An act to add Section 9954 to the Vehicle Code, relating to vehicles.

LEGISLATIVE COUNSEL'S DIGEST

AB 714, as amended, Ridley-Thomas. Motor vehicles: key information access.

(1) Existing law imposes various requirements upon manufacturers of—a motor vehicles sold or leased in this state with regard to disclosing information and providing equipment. A violation of the laws regulating motor vehicles is a crime.

This bill would require-every a motor vehicle manufacturer of a motor vehicle sold or leased in this state; on or after January 1, 2007, with 2007, with a model-year of 2007 or later, to provide a means whereby the registered owner of that motor vehicle can access information-sufficient, and only that information, that is necessary to permit the reproduction of a key-to-operate the owner's or other functionally similar device, or the performance of any necessary service, that will allow the registered vehicle's owner to enter, start, and operate his or her vehicle. A manufacturer would be required to make such information available 24 hours each day and 7 days each week.

Since a violation of the bill's requirements would be a crime, the bill would impose a state-mandated local program.

AB 714 -2 -

(2) The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

The people of the State of California do enact as follows:

- 1 SECTION 1. The Legislature hereby finds and declares all of 2 the following:
 - (a) There are over 28 million registered motor vehicles in California, and those vehicles are relied upon heavily by California residents to conduct everyday activities.
 - (b) A key *or functionally similar device* is a fundamental and critical component of a motor vehicle, without which a person cannot perform the basic functions of gaining entry to a motor vehicle or starting its engine. However, as keys or devices having the same form or function of a key become more complex, consumers are finding it more and more difficult to replace stolen, misplaced, lost, or broken keys. *engine*.
 - (c) The ability to replace a key, or functionally similar device, to a motor vehicle in a timely, convenient, reliable, and affordable manner is not only of general benefit to automotive consumers, but it is also essential to the safety and well-being of those consumers.
 - (d) Manufacturers have limited the access to information necessary to make a replacement key. As a result, although vehicle owners are entitled to choose among competitors for the timely, convenient, reliable, and affordable replacement of a motor vehicle key made great strides in improving vehicle security to enhance motorists' safety and deter theft. However, the increasingly complex systems being devised have made it more difficult for motorists who lock themselves out of their vehicles or lose their keys to regain access to, and the use of, their vehicles in a timely manner. Limited access to information, including key, transponder, and immobilizer codes, and related information, has caused inconvenience, delay, extra cost, and

-3- AB 714

risk to many vehicle owners. Without access to necessary information, many owners have had no choice but to obtain service and purchase replacement keys from members of the manufacturer's authorized dealer network, which network is rather than from a service provider of the motorist's choice. Dealer networks are generally only available during regular business hours. Moreover, to obtain a replacement key for a motor vehicle from a dealer, some motor vehicles must be towed to the dealer's facility. A motor vehicle can sustain damage as a result of towing under circumstances where the motor vehicle's key is unavailable, resulting in additional cost to the consumer. and motorists may have no choice but to have the vehicle towed to the dealer rather than serviced on site.

(e) Consumers' current limited access to necessary information causes not only significant inconvenience and higher costs to them, but threatens their safety and well-being, especially under circumstances where a motorist is stranded alone after business hours or in a remote location.

- (f) A registered owner of a motor vehicle has the fundamental right to both of the following:
- (1) To access the information necessary to make a replacement key for gain entry to and operate his or her motor vehicle in a timely, convenient, reliable, and affordable manner that does not compromise their his or her safety or the security of the vehicle.
- (2) To select the qualified service provider of his or her choice to make a replacement key for his or her motor vehicle. to assist in regaining access to, and use of, his or her motor vehicle.
- (g) It is the intent of the Legislature, in enacting this act, to give motorists better access to necessary information, while at the same time protecting the security of that information. It is critical to protect consumers from both automobile theft and from the risks that arise from limited access to information necessary to allow them to expeditiously regain entrance to, *and use of*, their vehicles, and this act is intended to provide the appropriate balance for these two important concerns.
 - SEC. 2. Section 9954 is added to the Vehicle Code, to read:
- 9954. (a) On and after January 1, 2007, every A motor vehicle manufacturer of a motor vehicle sold or leased in this state shall provide a means whereby the registered owner of that motor vehicle can access information sufficient information, and

AB 714 —4—

only that information, that is necessary to permit the reproduction of a key-to-operate the registered owner's or other functionally similar device or the performance of any necessary service, that will allow the registered vehicle's owner to enter, start, and operate his or her vehicle. The means to access this information shall allow access to this information 24 hours each day and seven days each week.

(b) Subdivision (a) shall apply only to vehicles sold or leased

- (b) Subdivision (a) shall apply only to vehicles sold or leased in this state on or after January 1, 2007, with a model-year of 2007 or later.
- 10 SEC. 3. No reimbursement is required by this act pursuant to 11 Section 6 of Article XIII B of the California Constitution because 12 13 the only costs that may be incurred by a local agency or school district will be incurred because this act creates a new crime or 14 15 infraction, eliminates a crime or infraction, or changes the penalty for a crime or infraction, within the meaning of Section 16 17 17556 of the Government Code, or changes the definition of a crime within the meaning of Section 6 of Article XIII B of the 18 19 California Constitution.